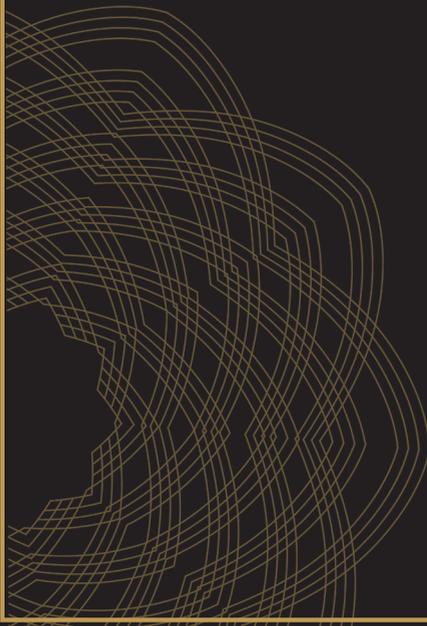


South African Reserve Bank
Prudential Authority

Selected South African banking sector trends

March 2018



Number of banks in South Africa			
Registered banks			19
Mutual banks			3
Co-operative banks			3
Local branches of foreign banks			15
Foreign banks with approved local representative offices			31
	March		
	2017	2018	%
	Rbn¹	Rbn¹	Growth¹
Balance sheet items Selected assets			
Total assets			
Total assets	4 941	5 199	5.2
Gross loans and advances	3 783	3 874	2.4
Homeloans	929	958	3.1
Commercial mortgages	275	295	7.5
Credit cards	108	113	4.6
Lease and instalment debtors	373	391	5.0
Overdrafts	203	217	6.7
Term loans	884	858	-3.0
Redeemable preference shares	103	105	1.5
Factoring accounts, trade and other bills and BA's	23	29	27.0
Loans granted/deposits placed under resale agreements	183	164	-10.4
Bank intra-group balances	173	204	17.8
Other	528	539	2.1
Investment and trading positions	436	527	21.0
Derivative financial instruments	201	242	20.2
Short term negotiable securities	251	275	9.9
Selected liabilities			
Deposits, current accounts and other creditors	3 953	4 112	4.0
Current	781	844	8.1
Savings	228	238	4.3
Call	713	789	10.7
Fixed and notice	1 162	1 178	1.3
Negotiable certificates of deposit	459	514	12.0
Repurchase agreements	113	106	-6.2
Other	496	443	-10.8
Derivative financial instruments and other trading liabilities	276	312	13.2
Equity			
Total equity	408	449	9.8
Off-balance sheet items			
Total off-balance sheet activities	1 281	1 289	0.7

	March	
	2017	2018
	%	%
Profitability²		
Return on equity	17.30	15.79
Return on assets	1.34	1.31
Cost-to-income ratio	55.24	57.25
Net interest income to interest-earning assets	3.94	3.97
Non-interest revenue to total assets	2.32	2.40
Operating expenses to total assets	3.02	3.17
Profit/Loss (12 months) (Rbn)	81.15	85.28
Net interest income (12 months) (Rbn)	152.90	159.64
Non-interest income (12 months) (Rbn)	113.11	121.63
Operating expenses (12 months) (Rbn)	146.95	161.03
Liquidity		
Liquid assets held to liquid-asset requirement	225.88	234.44
Short-term liabilities to total liabilities	55.50	55.22
Ten largest depositors to total funding	17.02	15.48
Liquidity coverage ratio (%)	111.29	123.91
Credit risk		
Impaired advances ³ (Rbn)	107.63	125.41
Impaired advances to gross loans and advances	2.84	3.24
Specific credit impairments to impaired advances	44.20	43.01
Specific credit impairments to gross loans and advances	1.26	1.39
Capital adequacy		
Total capital adequacy (%)	16.06	16.23
Tier 1 (T1) capital adequacy (%)	13.04	13.37
Common equity T1 capital adequacy (%)	12.61	12.86
Basel III leverage ratio		
Leverage ratio ⁴	6.29	6.72
<ol style="list-style-type: none"> 1. Differences may occur due to rounding. 2. All ratios based on income statement information are smoothed i.e. 12 month moving averages. 3. Advances in respect of which a specific impairment was raised. 4. Formula: Tier 1 capital divided by exposure measure. 		
Please note this information is subject to change without notice. The data in this report is as at the end of the reporting month.		